

CONFIDENTIAL

Submitted by Ray 22-3-46
File P&R File

1. The national interest demands that the complete liquidation of SSU

shall not be accomplished until it is determined which of its functions, personnel, and facilities are required for the permanent Federal foreign intelligence program and should therefore be transferred to other agencies, in order that its useful assets may not be lost. Such determinations and transfers shall be made, and the liquidation of the remainder of SSU shall be completed as promptly as possible and prior to 1 July 1947.

2. The determination of which functions of SSU should be continued will be made by this Authority based upon recommendations submitted by the Director of Central Intelligence. With that exception, the conduct of the program stated in paragraph 1 above will be a responsibility of the Director of Central Intelligence, subject to the following principles:

a. The liquidation of SSU shall be coordinated with the development of the permanent peacetime Federal foreign intelligence program.

b. During the period of liquidation, SSU shall be administered and operated so as to be of maximum service to the Central Intelligence Group and the intelligence agencies of our Departments.

c. To the extent consistent with b above, the Director of Central Intelligence may transfer to the Central Intelligence Group any personnel or facilities of SSU which are required for an authorized function of the Central Intelligence Group.

3. The War Department will take the budgetary and administrative action necessary to carry out the above program.

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